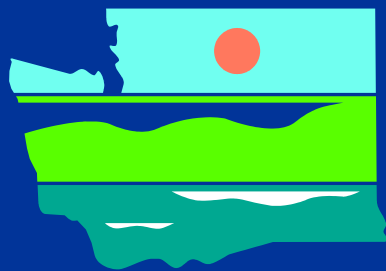


Water Quality Program Financial Assistance

Ecology's Water Quality Funding



WASHINGTON STATE
DEPARTMENT OF
ECOLOGY

Ecology's Water Quality Funding

- Background and Historical Perspective
- The Water Quality Account and Centennial Program – At Conception and Now
- Water Quality Account Operating Activities Disaggregated by Ecology Program
- Money Available in the FY 2003 – 2005 Biennium

**The Water Quality Account and
Centennial Program
(At Conception and Now)**

	Original Program	Today's Programs	Origins and Uses of the Money
	Passed in 1986	Based on 2003-05 Budget	
Guaranteed Revenue of:	\$90,000.00	\$94,600.00	Today's programs are supported by the Cigarette tax, general fund monies, and general obligation bonds.
Appropriations for:			
Local Government Water Quality Efforts			Capital Funds
Centennial Clean Water Fund Program	\$90,000,000	\$46,400,000	Of today's program , \$25M is earmarked for specific projects & \$21M is available for the statewide application process.
Clean Water State Revolving Fund (SRF)		\$10,500,000	Monies used to capitalize the loan program in conjunction with federal monies.
Conservation Commission Water Quality Grants		\$2,440,000	Grants to reduce Water Quality impacts of Agricultural practices
Support to Watershed Planning Units		\$12,600,000	Watershed planning grants, Conservation Corp projects & technical assistance.
State Agency Water Related Efforts			Operating Funds
Puget Sound Water Quality Action Team		\$3,890,000	Coordinate activities to restore Puget Sound
Conservation Commission		\$2,174,000	Reduce W Q impacts - Agricultural Practices.
Department of Agriculture		\$692,000	Reduce W Q impacts - Agricultural Practices.
Department of Health		\$3,390,000	Supports the Drinking water program.
Department of Ecology		\$9,800,000	WQ monitoring, pollution prevention, water rights processing and grant administration.
Dept. of Natural Resources		\$2,514,000	Reduce the WQ impacts of forest practices.
Interagency Com. for Outdoor Recreation		\$200,000	Salmon restoration activities.
Total Appropriations	\$90,000,000	\$94,600,000	

**How Ecology's \$9.8 Million for
Water Quality Account
Operating Activities is broken
out by Program's Within
Ecology**

Program	FY 2003-2005 Budget	Environmental Activity
Environmental Assessment Program	\$400,000	Stream flow Monitoring.
Shorelands and Environmental Assistance Program	\$900,000	Washington Conservation Corps, watershed assessments, and watershed coordination assistance.
Water Quality Program Administration	\$2,400,000	Grant and loan management; technical assistance to local governments for wastewater treatment facilities and nonpoint source projects.
Water Resources Program	\$4,000,000	Process water right applications for change, provide technical assistance to watershed planning units, establish instream flows in non-watershed planning basins, and update water rights data systems.
Ecology's Departmental Administration	\$2,100,000	Agency indirect, building allocation, fiscal support, etc.
Total	\$9,800,000	

Water Quality Financial Assistance Available – FY 2003-2005 Biennium

- Centennial Clean Water Fund
- Clean Water Act Section 319 (CWA)
Nonpoint Source Fund
- Washington State's Clean Water Revolving
Fund (SRF)

Water Quality Financial Assistance Available – FY 2003-2005 Biennium Centennial Clean Water Fund (-) Provisos

Centennial Fund Biennial Appropriation: \$46 Million	FY 2004	FY2005
	\$29.8 Million	\$16.20 Million
Breakdown of Centennial Funds Available		
Deobligated Funds		\$0.6 Million Anticipated
King County Extended Payment Grant	(\$7.5 Million)	\$0.0
Spokane Extended Payment Grant	(\$5.0 Million)	(\$5.0 Million)
Duvall (2003 Legislature Budget Proviso)	(\$4.0 Million)	\$0.0
Klickitat (2003 Legislature Budget Proviso)	(\$1.0 Million)	\$0.0
Hood Canal Water Quality Project (2004 Legislature Budget Proviso)		(\$150,000)
Comprehensive Irrigation District Management Program	(\$1.1 Million)	
Competitive Centennial Funds Available	\$11.2 Million	\$11.65 Million

Water Quality Financial Assistance Available During FY 2005 Funding Cycle Centennial Clean Water Fund - Competitive

Competitive Centennial Funds Available (Grants & Loans)	FY2005
	\$11.65 M
By Regulation, 2/3 is Designated For Facility Hardship Grants	(\$7.78 M)
FY 2004 Hardship Commitment to Colville	(\$4.40 M)
FY 2005 Total Available for Competitive Facility Hardship Grants	\$3.37 M
FY 2005 Competitive Activity Funding Available (1/3 of funds by rule)	\$3.88 M

Water Quality Financial Assistance Available – FY 2005 Funding Cycle Clean Water Act – Section 319 Funds

Competitive CWA Section 319 NPS Fund (Grants Only)	FY2005
Anticipated EPA Section 319 Grant to State	\$4.5 Million
Ecology TMDL and Management Staff	(\$1.9 Million)
Directed Implementation Fund for State Agencies	(\$0.4 Million)
Competitive Section 319 Funds Available	\$2.2 Million**

**Estimated based on anticipated 2004 EPA Allotment to Washington

Water Quality Financial Assistance Available During FY 2005 Funding Cycle Clean Water State Revolving Fund (SRF)

Competitive State Revolving Funds Available (Loans Only)		FY2005
Federal Capitalization Grant Appropriated		\$23.0 Million
State Match Appropriated		\$4.6 Million
Deobligations, Early Repayments, and Adjustments		\$15.2 Million
Actual Principal and Interest from Previous Years		\$24.8 Million
Projected Principal and Interest for FY 2005		\$22.4 Million
Competitive SRF Funds Available		\$90.0 Million
Grand Total SRF Competitive Funds Available		\$99.5 Million



Water Quality Program

Financial Assistance

Fiscal Year 2005 Funding Cycle

(Where We've Been, are Now, and Going)



WASHINGTON STATE
DEPARTMENT OF
ECOLOGY

FY 2005 Funding Programs

- **Centennial Clean Water Fund**
- **Clean Water Act Section 319 (CWA)
Nonpoint Source Fund**
- **Washington State Water Pollution
Control Revolving Fund**

Changing Funding Cycle

Ecology's Goal:

- **Distribute available funds to:**
- **Highest priority projects,**
- **As soon as possible to local and tribal agencies &**
- **Provide a rank ordered list to the Legislature -**
- **Before budget is considered**

Therefore.....

New This Year

- **Modified “Transition” Funding Cycle Schedule**
- **Revised Guidelines, Application, & Instructions (TMDL’s, Performance Measures)**
- **Notice of Intent – Requested with substantial success.**

FY 2005 Funding Cycle Schedule

- December 1, 2003 - Application Cycle Opened.
- December 4 - 10, 2003 - Funding Workshops.
- February 3, 2004 - Application Cycle Closed.
- March 3, 2004 - Evaluations Initiated
- March 29, 2004 - Evaluations Completed
- March 30, 2004 - “Statement of Agreed Priority” Deadline.

FY 2005 Competitive Funds Available

	12/03 Prediction	Actual Proposed
Centennial Fund (Grants & Loans)	\$11.2 M	\$11.7 M
Section 319 Fund (Grants Only)	\$ 2.2 M	\$ 2.2 M
State Revolving Fund (Loans Only)	<u>\$75.5 M</u>	<u>\$90.0 M</u>
Total	\$88.9 M	\$103.9 million

FY 2005 Proposals Received

Statewide Distribution by Ecology Region and Funds Requested:

Region	Requests	Funds Requested	
		Grant *	Loan
Northwest	38	\$7.3 M	\$ 8.9 M
Southwest	28	\$3.6 M	\$ 91.2 M
Central	17	\$1.8 M	\$ 7.4 M
Eastern	15	\$2.9 M	\$ 1.6 M
Totals:	98	\$15.6 M	\$109.1 M

* Not including hardship grants for facilities

FY 2005 Proposals Received

By Type of Project:

- 64 Implementation Activities
- 16 Planning Activities
- 15 Wastewater Treatment Proposals
- Tacoma Alternative Contracting Provision (\$20.2 Mil)
- FY 2004 Hardship Commitment to Colville (\$4.4 Mil)

FY 2005 Funding Cycle Schedule (Cont.)

- **Late May 2004 - Draft Offer List.***
- **Mid June – Public Meeting on Draft List.***
- **Early July 2004* - Final Offer List.***

* Projected target dates





